



Sean Rogan
Executive Director

COMMUNITY DEVELOPMENT COMMISSION
of the County of Los Angeles

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Gloria Molina
Mark Ridley-Thomas
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Michael D. Antonovich
Commissioners

ADOPTED

Community Development Commission

October 19, 2010

#2-D OCTOBER 19, 2010

The Honorable Board of Commissioners
Community Development Commission of the
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, California 90012

Sachi A. Hamai
SACHI A. HAMAI
EXECUTIVE OFFICER

Dear Commissioners:

**APPROVE EXCHANGE OF COMMUNITY DEVELOPMENT BLOCK GRANT FUNDS BETWEEN
THE CITIES OF LA MIRADA AND EL SEGUNDO
(DISTRICT 4) (3 VOTES)**

SUBJECT

The City of La Mirada has agreed to accept \$7,500 in Community Development Block Grant (CDBG) funds from the City of El Segundo in exchange for \$4,125 in general tax revenues. This letter recommends approval of Reimbursable Contract Amendments with the Cities in order to implement the exchange.

IT IS RECOMMENDED THAT YOUR BOARD:

1. Find that approval of the exchange of CDBG funds between the City of La Mirada and the City of El Segundo is not subject to the provisions of the California Environmental Quality Act (CEQA) because the activities are not defined as a project under CEQA.
2. Approve Amendment No. 5 to CDBG Reimbursable Contract No. 70732 between the County of Los Angeles and the City of La Mirada, to add \$7,500 in CDBG funds from the City of El Segundo in exchange for \$4,125 in general tax revenues, pursuant to an agreement between the two cities, thereby increasing the amount of CDBG funds allocated to the City of La Mirada from \$2,990,451 to \$2,997,951.
3. Approve Amendment No. 3 to CDBG Reimbursable Contract No. 70726 between the County of Los Angeles and the City of El Segundo, to remove \$7,500 in previously approved prior year CDBG funds in exchange for \$4,125 in general tax revenues from the City of La Mirada, pursuant to an agreement between the two cities, thereby reducing the amount of CDBG funds allocated to the City

of El Segundo from \$86,523 to \$79,023.

4. Authorize the Executive Director to execute the Amendments on behalf of the County, to be effective through June 30, 2011 following approval as to form by County Counsel and execution by all parties.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

The City of El Segundo has executed an agreement with the City of La Mirada to grant CDBG funds in exchange for general tax revenues. The proposed amendments will implement the transfer of the CDBG funds.

The City of La Mirada will use the additional CDBG funds to implement CDBG-eligible projects for low- and moderate-income persons, while the City of El Segundo will use the general tax revenues for local government activities.

FISCAL IMPACT/FINANCING

There is no impact on the County general fund. The City of El Segundo will transfer prior year CDBG funds in the amount of \$7,500 to the City of La Mirada, reducing the amount of CDBG funds allocated to El Segundo from \$86,523 to \$79,023. The agreement will increase the amount of CDBG funds allocated to the City of La Mirada from \$2,990,451 to \$2,997,951.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

The CDBG Reimbursable Contract Amendments between the County and the Cities of La Mirada and El Segundo, attached in substantially final form, will be used for the proposed exchange of funds. The CDBG Reimbursable Contract Amendments will be effective following approval as to form by County Counsel and execution by all parties.

ENVIRONMENTAL DOCUMENTATION

This action is exempt from the provisions of the National Environmental Policy Act pursuant to 24 Code of Federal Regulations, Part 58, Section 58.34 (a)(3) because it involves administrative activities that will not have a physical impact on or result in any physical changes to the environment. These activities are not subject to the provisions of CEQA pursuant to State CEQA Guidelines 15060(c)(3) and 15378 because they are not defined as a project under CEQA and do not have the potential for causing a significant effect on the environment.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

The CDBG Reimbursable Contract Amendments will enable the City of La Mirada to increase the amount of CDBG funds available to administer and implement CDBG-eligible projects to benefit low- and moderate-income persons; and the City of El Segundo will utilize the general revenues for local government operations.

The Honorable Board of Supervisors
10/19/2010
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Respectfully submitted,

A handwritten signature in black ink, appearing to read "Sean Rogan", followed by a horizontal line.

SEAN ROGAN
Executive Director

SR:rw

Enclosures

**COUNTY OF LOS ANGELES
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM
REIMBURSABLE CONTRACT WITH PARTICIPATING CITY
AMENDMENT NUMBER 3**

CITY: EL SEGUNDO

CONTRACT NUMBER: 70726

THIS AMENDMENT NO. 3 TO CONTRACT 70726 is made this _____ day of _____, 2010, by and between the County of Los Angeles, hereinafter called the "County," and the City of El Segundo, hereinafter called the "Operating Agency."

WITNESSETH THAT:

WHEREAS, the County and the Operating Agency previously entered into a Community Development Block Grant (CDBG) Program Reimbursable Contract, Contract Number 70726, dated July 1, 2009; and amended June 17, 2010 and September 14, 2010;

WHEREAS, the County and the Operating Agency desire to amend said Contract in order to reflect an exchange of \$7,500 in previously approved CDBG funds for \$4,125 in general tax revenue funds from the City of La Mirada; so that the Operating Agency may gain additional funds for its general city operations and the City of La Mirada may better implement its CDBG-eligible projects;

WHEREAS, the Community Development Commission of the County of Los Angeles administers this Contract on behalf of the County;

NOW, THEREFORE, in consideration of the mutual undertakings herein, the parties agree that the Contract be amended as follows:

1. **COMPENSATION AND METHOD OF PAYMENT** has been amended to show a revised compensation amount of Seventy-Nine Thousand Twenty-Three dollars and Zero Cents (**\$79,023.00**). This is a decrease of Seven Thousand Five Hundred Dollars and Zero Cents (**\$7,500.00**) to the contract amount.
2. This contract amends the original contract to reflect the additions and/or change(s) noted above, and this section(s) should be substituted in its entirety or added to the previously executed contract. All other terms and conditions of said contract shall remain the same.

IN WITNESS WHEREOF, the Board of Supervisors of the County of Los Angeles has caused this Amendment to be subscribed by the Executive Director of the Community Development Commission, and the Operating Agency has subscribed the same through its duly authorized officers on the day, month, and year first above written.

COUNTY OF LOS ANGELES

CITY OF EL SEGUNDO

BY: _____
SEAN ROGAN
Executive Director
Community Development Commission
of the County of Los Angeles

BY: _____

TITLE: _____

APPROVED AS TO FORM:

ANDREA SHERIDAN ORDIN
County Counsel

APPROVED AS TO PROGRAM:

SEAN ROGAN
Executive Director
Community Development Commission
of the County of Los Angeles

BY: _____
Deputy

BY: _____
Director, CDBG

**COUNTY OF LOS ANGELES
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM
REIMBURSABLE CONTRACT WITH PARTICIPATING CITY
AMENDMENT NUMBER 5**

CITY: LA MIRADA

CONTRACT NUMBER: 70732

THIS AMENDMENT NUMBER 5 TO CONTRACT 70732 is made this «Date» day of, «Month», 2010 by and between the County of Los Angeles, hereinafter called the "County," acting by and through the Community Development Commission of the County of Los Angeles (Commission) and the City of La Mirada, hereinafter called the "Operating Agency."

WITNESSETH THAT:

WHEREAS, the County and the Operating Agency previously entered into a Community Development Block Grant (CDBG) Program Reimbursable Contract with Operating Agency, Contract Number 70732, dated July 1, 2009, and amended on September 9, 2009, October 29, 2009, June 17, 2010, and September 14, 2010;

WHEREAS, the County and the Operating Agency desire to amend said Contract in order to reflect an exchange of \$7,500 in prior year CDBG funds from the City of El Segundo for \$4,125 in general tax revenue funds from the Operating Agency, so that the Operating Agency may better implement its CDBG-eligible projects and the City of El Segundo may gain additional funds for its general city operations;

WHEREAS, the Community Development Commission of the County of Los Angeles administers this Contract on behalf of the County;

NOW, THEREFORE, in consideration of the mutual undertakings herein, the parties agree that said Contract Number 70732 be amended as follows:

1. **COMPENSATION AND METHOD OF PAYMENT** has been amended to show a revised compensation amount of Two Million Nine Hundred Ninety-Seven Thousand Nine Hundred Fifty-One Dollars and Zero Cents (\$2,997,951). This is an increase of Seven Thousand Five Hundred Dollars and Zero Cents (\$7,500.00) to the contract amount. The additional amount does not include any additional administration or public service authority.
2. This contract amends the original contract to reflect the additions and/or change(s) noted above, and this section(s) should be substituted in its entirety or added to the previously executed contract. All other terms and conditions of said contract shall remain the same.

IN WITNESS WHEREOF, the Board of Supervisors of the County of Los Angeles has caused this Amendment to be subscribed by the Executive Director of the Community Development Commission, and the Operating Agency has subscribed the same through its duly authorized officers on the day, month, and year first above written.

COUNTY OF LOS ANGELES

CITY OF LA MIRADA

BY: _____

SEAN ROGAN
Executive Director
Community Development Commission
of the County of Los Angeles

BY: _____

TITLE: _____

APPROVED AS TO FORM:

ANDREA SHERIDAN ORDIN
County Counsel

APPROVED AS TO PROGRAM:

SEAN ROGAN
Executive Director
Community Development Commission
of the County of Los Angeles

BY: _____

Deputy

BY: _____

Director, CDBG